

National Health Expenditures Projections: 1998-2008

These projections are produced annually by the Office of the Actuary, Health Care Financing Administration. They are based on historical National Health Expenditure (NHE) data through 1997. Projections of Medicare spending are based on actuarial projections from the 1999 Medicare Trustees' Reports. Projections of Medicaid spending are prepared using actuarial assumptions consistent with those used to project Medicare.

Forecast Summary

National health expenditures are projected to total \$2.2 trillion and reach 16.2 percent of Gross Domestic Product (GDP) by 2008, after stabilizing within a 13.5-13.7 percent band for the period from 1993 through 1998. Growth in health spending is projected to average 1.8 percentage points above the growth rate of GDP for 1998-2008. This differential is higher than recent experience, but remains below the historical average for 1960-1997, where growth in health spending exceeded growth in GDP by close to three percentage points.

Factors contributing to the projected acceleration in growth from the 1993-98 period include an upturn in the private health insurance underwriting cycle, slower growth in managed care enrollment, a movement towards less restrictive forms of managed care, and a continued trend towards increased state and federal regulation of health plans. These developments are expected to increase growth in health spending through 2001, after which growth is projected to decelerate through 2008. Factors acting to restrain growth over the next decade include the implementation of the 1997 Balanced Budget Act, a projected increase in the uninsured fraction of the population, the continued (although smaller) impact of managed care, and the effect of projected excess capacity among health providers.

Structural changes centered around the expansion of managed care have been the major transformative force in health markets in recent years, and have played a major role in restraining growth in health spending. However, the effect of this phenomenon on the health sector's share of GDP has been augmented by a downturn in the underwriting cycle for private health insurance premiums and a business cycle expansion which has lifted growth in GDP. All of these developments are poised to reverse trend over the 1998-2000 period. The trends which have historically driven rapid growth in health expenditures, particularly technological change, are still in place and will continue to drive underlying demand for medical services.

Another key development anticipated for the next five years is the continued divergence in the pattern of growth for public versus private health care spending. Public sector spending on health care is projected to grow substantially slower than private spending through 2002 as the provisions of the 1997 Balanced Budget Act (BBA) continue to be implemented. For 2003-2008, demographic forces associated with the aging of the baby-boom cohort (or age group) will

increase growth in private medical spending relative to Medicare by nearly a percentage point as the privately insured population (primarily under 65 years) ages more rapidly, and the Medicare population (primarily over 65 years) ages more slowly. On an age-adjusted per enrollee basis, growth rates for Medicare and private health insurance spending are projected to be similar by 2008.

We also anticipate some changes in patterns of growth across types of services. Growth in pharmaceutical spending is expected to ease from its recent rapid pace as fewer new drugs are introduced and the out-of-pocket share paid by consumers begins to stabilize after a period of sharp decline. We project a slowdown in the fifteen-year trend away from hospital inpatient services, resulting in a slower rate of decline for hospital expenditures relative to total personal health care. Spending on home health care and nursing home spending is expected to decelerate as the impact of the 1997 Balanced Budget Act (BBA) depresses public spending and slower growth in the population over 85 years reduces growth in underlying demand for these services.

These projections are generated within a model framework which incorporates actuarial, economic, and judgmental factors (see Methodology). The forecast scenario is based on the intermediate set of macroeconomic and demographic assumptions used in the *1999 Annual Reports of the OASDI and Medicare Boards of Trustees to Congress*. Projected growth in Medicare spending reflects the assumption that there will be no alterations to current law (this assumption is required by law for the Medicare Trustees Report).

In interpreting these projections, it is important to recognize the uncertainty inherent in the projection process. These estimates must be regarded as an indication of possible trends, conditional on our assumptions regarding future macroeconomic conditions, as well as assumptions regarding the nature and impact of future institutional change in the health sector.

Table 1
National Health Expenditures and Selected Economic Indicators, Levels and Average Annual Percent Change: Selected Calendar Years 1970-2008 1/

Item	1970	1980	1990	1993	1995	1997	1999	2000	2001	2002	2003	2004	2005	2006	2007	Projected	2008
National Health Expenditures (billions)	\$73.2	\$247.3	\$699.4	\$898.5	\$993.7	\$1,092.4	\$1,228.5	\$1,316.2	\$1,403.6	\$1,495.5	\$1,590.4	\$1,690.4	\$1,799.5	\$1,917.3	\$2,043.1	\$2,176.6	
National Health Expenditures as a Percent of Gross Domestic Product	7.1%	8.9%	12.2%	13.7%	13.7%	13.5%	13.9%	14.3%	14.6%	14.9%	15.2%	15.4%	15.6%	15.8%	16.0%	16.2%	
National Health Expenditures Per Capita	\$341	\$1,052	\$2,689	\$3,350	\$3,638	\$3,927	\$4,340	\$4,611	\$4,877	\$5,155	\$5,439	\$5,737	\$6,061	\$6,409	\$6,780	\$7,170	
Gross Domestic Product (billions)	\$1,035.6	\$2,784.2	\$5,743.8	\$6,558.1	\$7,269.6	\$8,110.9	\$8,845.4	\$9,193.8	\$9,591.0	\$10,019.8	\$10,488.0	\$11,001.0	\$11,560.1	\$12,153.7	\$12,783.9	\$13,446.2	
Gross Domestic Product (billions of 1992 \$)	\$3,397.6	\$4,614.9	\$6,136.3	\$6,389.5	\$6,761.7	\$7,269.8	\$7,743.7	\$7,895.7	\$8,053.6	\$8,214.7	\$8,379.0	\$8,546.6	\$8,717.5	\$8,891.8	\$9,067.6	\$9,241.6	
Gross Domestic Product Implicit Price Deflator (chain weighted 1992 base year)	0.305	0.603	0.936	1.026	1.075	1.116	1.142	1.165	1.191	1.220	1.252	1.287	1.326	1.367	1.410	1.455	
Consumer Price Index (CPI-W) - 1984 base year	0.390	0.829	1.290	1.421	1.498	1.576	1.627	1.661	1.702	1.746	1.794	1.848	1.906	1.967	2.031	2.098	
HCFA Implicit Medical Price Deflator 2/	0.204	0.436	0.897	1.047	1.126	1.184	1.245	1.291	1.343	1.399	1.460	1.525	1.594	1.666	1.742	1.821	
U.S. Population (millions) 3/	214.8	235.2	260.1	268.2	273.1	278.2	283.1	285.5	287.8	290.1	292.4	294.7	296.9	299.1	301.4	303.6	
Population age less than 65 years	193.9	209.0	228.1	234.6	238.8	243.3	247.9	250.1	252.2	254.3	256.3	258.3	260.2	262.0	263.7	265.2	
Population age 65 years and older	20.9	26.1	32.0	33.5	34.3	34.8	35.2	35.4	35.6	35.8	36.1	36.4	36.7	37.2	37.7	38.4	
Average Annual Percent Change From Previous Year Shown																	
National Health Expenditures	--	12.9	11.0	8.7	5.2	4.8	6.0	7.1	6.6	6.6	6.3	6.3	6.5	6.5	6.6	6.5	
National Health Expenditures as a Percent of Gross Domestic Product	--	2.3	3.2	4.0	-0.1	-0.7	1.6	3.1	2.2	2.0	1.6	1.3	1.3	1.3	1.3	1.3	
National Health Expenditures Per Capita	--	11.9	9.8	7.6	4.2	3.9	5.1	6.2	5.8	5.7	5.5	5.5	5.7	5.7	5.8	5.8	
Gross Domestic Product	--	10.4	7.5	4.5	5.3	5.6	4.4	3.9	4.3	4.5	4.7	4.9	5.1	5.1	5.2	5.2	
Gross Domestic Product (billions of 1992 \$)	--	3.1	2.9	1.4	2.9	3.7	3.2	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.9	
Gross Domestic Product Implicit Price Deflator (chain weighted 1992 base year)	--	7.1	4.5	3.1	2.3	1.9	1.2	1.9	2.3	2.4	2.6	2.8	3.0	3.1	3.1	3.2	
Consumer Price Index (CPI-W) - 1984 base year	--	7.8	4.5	3.3	2.7	2.6	1.6	2.1	2.5	2.6	2.8	3.0	3.2	3.2	3.3	3.3	
HCFA Implicit Medical Price Deflator 2/	--	7.9	7.5	5.3	3.7	2.5	2.5	3.7	4.1	4.2	4.3	4.5	4.5	4.5	4.5	4.5	
U.S. Population 2/	--	0.9	1.0	1.0	0.9	0.9	0.9	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.7	0.7	
Population age less than 65 years	--	0.8	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.8	0.8	0.8	0.7	0.7	0.6	0.6	
Population age 65 years and older	--	2.3	2.0	1.6	1.1	0.8	0.5	0.6	0.6	0.6	0.8	0.9	0.9	1.1	1.5	1.9	

1/ The health spending projections were based on the 1997 version of the National Health Expenditures (NHE) released in November 1998.

Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for the 1997 historical estimates.

2/ 1992 Base year. Calculated as the difference between nominal personal health care spending and real personal health care spending. Real personal health care spending is produced by deflating spending on each service type by the appropriate deflator (PPI, CPI, etc.) and adding real spending by service type.

3/ July 1 Social Security area population estimates.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 2
National Health Expenditure Amounts, and Average Annual Percent Change, by Type of Expenditure: Selected Calendar Years 1970-2008 1/

Type of Expenditure	1970	1980	1990	1993	1995	1997	Projected											
							Amounts in Billions											
National Health Expenditures	\$73.2	\$247.3	\$699.4	\$898.5	\$993.7	\$1,092.4	\$1,228.5	\$1,316.2	\$1,403.6	\$1,495.5	\$1,590.4	\$1,690.4	\$1,799.5	\$1,917.3	\$2,043.1	\$2,176.6		
Health Services and Supplies	67.9	235.6	674.8	869.5	963.1	1,057.5	1,189.7	1,275.5	1,361.0	1,451.0	1,543.7	1,641.5	1,748.2	1,863.3	1,986.5	2,117.1		
Personal Health Care	63.8	217.0	614.7	790.5	879.3	969.0	1,078.3	1,150.9	1,227.3	1,310.0	1,397.9	1,488.6	1,586.4	1,692.1	1,805.2	1,925.2		
Hospital Care	28.0	102.7	256.4	323.0	347.2	371.1	401.3	424.0	447.5	473.9	502.5	530.7	560.3	591.7	624.9	659.5		
Physician Services	13.6	45.2	146.3	185.9	201.9	217.6	241.5	258.7	275.9	293.3	310.7	328.7	347.9	369.0	391.8	416.1		
Dental Services	28.0	13.3	31.6	39.5	45.0	50.6	56.6	60.2	63.9	67.7	71.5	75.3	79.3	83.7	88.2	93.1		
Other Professional Services	1.4	6.4	34.7	46.1	53.6	61.9	72.1	77.9	83.9	90.1	96.4	102.8	109.7	116.8	124.4	132.4		
Home Health Care	0.2	2.4	13.1	23.0	29.1	32.3	33.8	36.0	38.3	41.0	43.9	47.4	51.1	55.4	60.2	65.4		
Drugs and Other Medical Nondurables	8.8	21.6	59.9	76.2	88.9	108.9	132.6	145.5	159.1	173.9	189.9	206.9	225.6	245.4	266.3	288.3		
Prescription Drugs	5.5	12.0	37.7	50.6	61.1	78.9	100.6	112.1	124.4	137.7	152.4	168.0	185.2	203.6	223.0	243.4		
Other Nondurable Medical Products	3.3	9.6	22.2	25.6	27.9	30.0	32.0	33.4	34.7	36.1	37.6	39.0	40.4	41.8	43.3	44.9		
Vision Products and Other Medical Durables	1.6	3.8	10.5	12.3	13.1	13.9	14.3	15.0	15.8	16.6	17.6	18.5	19.5	20.5	21.7	22.9		
Nursing Home Care	4.2	17.6	50.9	66.4	75.5	82.8	90.1	94.1	99.2	104.9	111.1	117.6	124.9	132.9	141.5	150.7		
Other Personal Health Care	1.3	4.0	11.2	18.0	25.1	29.9	36.0	39.5	43.7	48.6	54.3	60.7	68.1	76.7	86.3	96.8		
Program Administration and Net																		
Cost of Private Health Insurance	2.7	11.9	40.5	53.7	53.3	50.0	65.1	74.5	79.6	82.9	83.5	85.8	89.5	93.3	97.2	101.1		
Government Public Health Activities	1.3	6.7	19.6	25.3	30.4	38.5	46.2	50.2	54.0	58.0	62.4	67.1	72.3	77.9	84.1	90.8		
Research and Construction	5.3	11.6	24.5	29.0	30.6	34.9	38.8	40.7	42.6	44.5	46.6	48.9	51.4	53.9	56.7	59.6		
Research 2/	2.0	5.5	12.2	14.5	16.7	18.0	19.7	20.6	21.6	22.8	24.0	25.4	26.9	28.4	30.1	31.9		
Construction	3.4	6.2	12.3	14.5	13.9	16.9	19.2	20.1	21.0	21.8	22.6	23.5	24.5	25.5	26.5	27.6		
Average Annual Percent Change From Previous Year Shown																		
National Health Expenditures	--	12.9	11.0	8.7	5.2	4.8	6.0	7.1	6.6	6.6	6.3	6.3	6.5	6.5	6.6	6.6	6.5	
Health Services and Supplies		13.3	11.1	8.8	5.2	4.8	6.1	7.2	6.7	6.6	6.4	6.3	6.5	6.6	6.6	6.6	6.6	
Personal Health Care	--	13.0	11.0	8.7	5.5	5.0	5.5	6.7	6.6	6.7	6.7	6.5	6.6	6.7	6.7	6.6	6.6	
Hospital Care	--	13.9	9.6	8.0	3.7	3.4	4.0	5.7	5.5	5.9	6.0	5.6	5.6	5.6	5.6	5.5	5.5	
Physician Services	--	12.8	12.5	8.3	4.2	3.8	5.3	7.1	6.6	6.3	5.9	5.8	5.9	6.1	6.2	6.2	6.2	
Dental Services	--	-7.2	9.0	7.8	6.7	6.1	5.7	6.4	6.1	5.9	5.7	5.3	5.3	5.5	5.4	5.5	5.5	
Other Professional Services	--	16.3	18.5	10.0	7.8	7.5	7.9	8.0	7.8	7.3	7.0	6.7	6.7	6.5	6.5	6.5	6.5	
Home Health Care	--	26.9	18.6	20.5	12.5	5.4	2.3	6.4	6.4	7.2	7.1	7.9	7.9	8.3	8.7	8.6		
Drugs and Other Medical Nondurables	--	9.4	10.7	8.4	8.0	10.7	10.4	9.7	9.4	9.2	9.2	8.9	9.0	8.8	8.5	8.3	8.3	
Prescription Drugs	--	8.2	12.1	10.4	9.8	13.7	12.9	11.4	11.0	10.7	10.6	10.2	10.2	9.9	9.5	9.2		
Other Nondurable Medical Products	--	11.2	8.8	4.8	4.3	3.8	3.3	4.3	4.1	4.0	4.0	3.7	3.7	3.5	3.5	3.6		
Vision Products and Other Medical Durables	--	8.8	10.7	5.6	3.2	2.9	1.5	5.0	5.2	5.2	5.6	5.2	5.2	5.4	5.6	5.7		
Nursing Home Care	--	15.4	11.2	9.3	6.6	4.7	4.3	4.4	5.4	5.7	5.9	5.9	6.2	6.3	6.5	6.5	6.5	
Other Personal Health Care	--	12.0	10.8	17.0	18.1	9.3	9.8	9.5	10.7	11.3	11.6	11.8	12.3	12.5	12.5	12.2		
Program Administration and Net																		
Cost of Private Health Insurance	--	15.9	13.1	9.8	-0.3	-3.2	14.1	14.4	6.9	4.1	0.7	2.8	4.2	4.2	4.2	4.0		
Government Public Health Activities	--	17.5	11.3	8.9	9.6	12.5	9.6	8.5	7.7	7.5	7.4	7.6	7.8	7.8	7.9	8.0		
Research and Construction	--	8.1	7.7	5.8	2.8	6.7	5.5	4.7	4.8	4.5	4.7	4.9	5.0	5.0	5.1	5.1		
Research 2/	--	10.8	8.4	5.9	7.4	3.7	4.7	4.7	5.1	5.2	5.4	5.7	5.8	5.9	6.0	6.0		
Construction	--	6.2	7.1	5.7	-2.1	10.3	6.4	4.7	4.6	3.8	3.9	4.0	4.1	4.1	4.1	4.1		

¹/ The health spending projections were based on the 1997 version of the National Health Expenditures (NHE) released in November 1998.

Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for the 1997 historical estimates.

2/ Research and development expenditures of drug companies and other manufacturers and providers of medical equipment and supplies are excluded from research expenditures, but are included in the expenditure class in which the product falls.

NOTE: Numbers may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 3a
National Health Expenditures and Average Annual Percent Change, by Source of Funds: Selected
Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$73.2	\$45.5	\$24.9	\$16.3	\$4.4	\$27.7	\$17.8	\$9.9	\$7.7	\$5.3
1980	247.3	142.5	60.3	69.8	12.5	104.8	72.0	32.8	37.5	26.1
1990	699.4	416.2	145.0	239.6	31.6	283.2	195.2	88.0	111.5	75.4
1993	898.5	513.2	167.1	306.8	39.3	385.3	275.4	110.0	148.7	121.7
1995	993.7	538.5	171.0	324.3	43.2	455.2	326.0	129.2	185.2	146.1
1997	1092.4	585.3	187.6	348.0	49.7	507.1	367.0	140.0	214.6	159.9
Projected										
1999	1228.5	669.2	208.8	403.7	56.7	559.3	399.8	159.5	230.1	182.0
2000	1316.2	722.6	222.0	440.1	60.5	593.6	423.9	169.7	244.5	193.4
2001	1403.6	774.9	236.5	474.2	64.3	628.7	447.7	181.0	257.4	206.7
2002	1495.5	825.9	250.7	507.1	68.0	669.6	476.2	193.5	273.2	222.6
2003	1590.4	874.3	265.5	536.8	72.0	716.1	508.8	207.2	291.6	240.7
2004	1690.4	926.1	280.7	569.2	76.2	764.3	542.1	222.2	309.5	260.9
2005	1799.5	982.1	297.0	604.3	80.7	817.5	578.7	238.8	329.0	283.6
2006	1917.3	1040.6	314.6	640.5	85.5	876.7	619.8	256.9	351.5	308.6
2007	2043.1	1102.2	334.1	677.5	90.6	940.9	664.5	276.4	376.1	335.7
2008	2176.6	1166.9	355.5	715.3	96.1	1009.7	712.5	297.2	402.7	364.5
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	12.9	12.1	9.2	15.7	11.1	14.2	15.0	12.7	17.2	17.3
1990	11.0	11.3	9.2	13.1	9.7	10.5	10.5	10.4	11.5	11.2
1993	8.7	7.2	4.8	8.6	7.6	10.8	12.2	7.7	10.1	17.3
1995	5.2	2.4	1.2	2.8	4.9	8.7	8.8	8.4	11.6	9.5
1997	4.8	4.3	4.7	3.6	7.3	5.5	6.1	4.1	7.6	4.6
Projected										
1999 4/	6.0	6.9	5.5	7.7	6.8	5.0	4.4	6.7	3.6	6.7
2000	7.1	8.0	6.3	9.0	6.7	6.1	6.0	6.4	6.3	6.2
2001	6.6	7.2	6.5	7.7	6.3	5.9	5.6	6.6	5.3	6.9
2002	6.6	6.6	6.0	7.0	5.9	6.5	6.4	6.9	6.1	7.7
2003	6.3	5.9	5.9	5.9	5.8	6.9	6.9	7.1	6.7	8.2
2004	6.3	5.9	5.7	6.0	5.8	6.7	6.5	7.2	6.2	8.4
2005	6.5	6.0	5.8	6.2	5.9	7.0	6.7	7.5	6.3	8.7
2006	6.5	6.0	5.9	6.0	5.9	7.2	7.1	7.6	6.8	8.8
2007	6.6	5.9	6.2	5.8	6.0	7.3	7.2	7.6	7.0	8.8
2008	6.5	5.9	6.4	5.6	6.0	7.3	7.2	7.5	7.1	8.6

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 3b
National Health Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Percent Distribution				
1970	100.0	62.2	34.0	22.2	5.9	37.8	24.3	13.5	10.5	7.3
1980	100.0	57.6	24.4	28.2	5.0	42.4	29.1	13.3	15.2	10.6
1990	100.0	59.5	20.7	34.3	4.5	40.5	27.9	12.6	15.9	10.8
1993	100.0	57.1	18.6	34.1	4.4	42.9	30.6	12.2	16.6	13.6
1995	100.0	54.2	17.2	32.6	4.4	45.8	32.8	13.0	18.6	14.7
1997	100.0	53.6	17.2	31.9	4.6	46.4	33.6	12.8	19.6	14.6
Projected										
1999	100.0	54.5	17.0	32.9	4.6	45.5	32.5	13.0	18.7	14.8
2000	100.0	54.9	16.9	33.4	4.6	45.1	32.2	12.9	18.6	14.7
2001	100.0	55.2	16.8	33.8	4.6	44.8	31.9	12.9	18.3	14.7
2002	100.0	55.2	16.8	33.9	4.5	44.8	31.8	12.9	18.3	14.9
2003	100.0	55.0	16.7	33.8	4.5	45.0	32.0	13.0	18.3	15.1
2004	100.0	54.8	16.6	33.7	4.5	45.2	32.1	13.1	18.3	15.4
2005	100.0	54.6	16.5	33.6	4.5	45.4	32.2	13.3	18.3	15.8
2006	100.0	54.3	16.4	33.4	4.5	45.7	32.3	13.4	18.3	16.1
2007	100.0	53.9	16.4	33.2	4.4	46.1	32.5	13.5	18.4	16.4
2008	100.0	53.6	16.3	32.9	4.4	46.4	32.7	13.7	18.5	16.7
Historical Estimates										
						Per Capita				
1970	\$341	\$212	\$116	\$76	\$20	\$129	\$83	\$46	\$36	\$25
1980	1,052	606	256	297	53	446	306	140	173	120
1990	2,689	1,600	558	921	121	1,089	750	338	509	344
1993	3,350	1,914	623	1,144	147	1,437	1,027	410	673	551
1995	3,638	1,972	626	1,187	158	1,667	1,194	473	832	656
1997	3,927	2,104	674	1,251	179	1,823	1,320	503	955	712
Projected										
1999	4,340	2,364	738	1,426	200	1,976	1,412	564	1,007	797
2000	4,611	2,531	778	1,542	212	2,079	1,485	594	1,060	839
2001	4,877	2,692	822	1,647	223	2,184	1,556	629	1,105	888
2002	5,155	2,847	864	1,748	235	2,308	1,641	667	1,162	947
2003	5,439	2,990	908	1,836	246	2,449	1,740	709	1,228	1,013
2004	5,737	3,143	953	1,932	259	2,594	1,840	754	1,290	1,087
2005	6,061	3,308	1,000	2,035	272	2,753	1,949	804	1,357	1,170
2006	6,409	3,479	1,052	2,141	286	2,931	2,072	859	1,436	1,261
2007	6,780	3,658	1,109	2,248	301	3,122	2,205	917	1,521	1,358
2008	7,170	3,844	1,171	2,356	316	3,326	2,347	979	1,613	1,460

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 4a
Health Services and Supplies Expenditures and Average Annual Percent Change, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$67.9	\$43.0	\$24.9	\$16.3	\$1.8	\$24.9	\$15.9	\$9.1	\$7.7	\$5.3
1980	235.6	138.0	60.3	69.8	8.0	97.6	66.7	30.9	37.5	26.1
1990	674.8	405.9	145.0	239.6	21.4	268.9	184.8	84.1	111.5	75.4
1993	869.5	501.3	167.1	306.8	27.4	368.2	263.3	104.9	148.7	121.7
1995	963.1	527.6	171.0	324.3	32.3	435.5	312.0	123.5	185.2	146.1
1997	1057.5	571.9	187.6	348.0	36.4	485.5	351.8	133.8	214.6	159.9
Projected										
1999	1189.7	653.9	208.8	403.7	41.4	535.8	383.1	152.7	230.1	182.0
2000	1275.5	706.4	222.0	440.1	44.4	569.1	406.5	162.6	244.5	193.4
2001	1361.0	758.0	236.5	474.2	47.3	603.0	429.5	173.5	257.4	206.7
2002	1451.0	808.3	250.7	507.1	50.4	642.7	457.1	185.6	273.2	222.6
2003	1543.7	855.9	265.5	536.8	53.6	687.8	488.8	199.0	291.6	240.7
2004	1641.5	906.9	280.7	569.2	57.0	734.6	521.0	213.6	309.5	260.9
2005	1748.2	962.0	297.0	604.3	60.6	786.2	556.4	229.8	329.0	283.6
2006	1863.3	1019.6	314.6	640.5	64.5	843.8	596.4	247.4	351.5	308.6
2007	1986.5	1080.3	334.1	677.5	68.7	906.2	639.8	266.4	376.1	335.7
2008	2117.1	1144.0	355.5	715.3	73.1	973.1	686.4	286.7	402.7	364.5
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	13.3	12.4	9.2	15.7	16.3	14.6	15.4	13.0	17.2	17.3
1990	11.1	11.4	9.2	13.1	10.3	10.7	10.7	10.5	11.5	11.2
1993	8.8	7.3	4.8	8.6	8.7	11.0	12.5	7.7	10.1	17.3
1995	5.2	2.6	1.2	2.8	8.5	8.8	8.9	8.5	11.6	9.5
1997	4.8	4.1	4.7	3.6	6.2	5.6	6.2	4.1	7.6	4.6
Projected										
1999 4/	6.1	6.9	5.5	7.7	6.7	5.0	4.4	6.9	3.6	6.7
2000	7.2	8.0	6.3	9.0	7.2	6.2	6.1	6.4	6.3	6.2
2001	6.7	7.3	6.5	7.7	6.7	6.0	5.7	6.7	5.3	6.9
2002	6.6	6.6	6.0	7.0	6.5	6.6	6.4	7.0	6.1	7.7
2003	6.4	5.9	5.9	5.9	6.4	7.0	6.9	7.2	6.7	8.2
2004	6.3	6.0	5.7	6.0	6.3	6.8	6.6	7.3	6.2	8.4
2005	6.5	6.1	5.8	6.2	6.3	7.0	6.8	7.6	6.3	8.7
2006	6.6	6.0	5.9	6.0	6.4	7.3	7.2	7.7	6.8	8.8
2007	6.6	6.0	6.2	5.8	6.5	7.4	7.3	7.7	7.0	8.8
2008	6.6	5.9	6.4	5.6	6.4	7.4	7.3	7.6	7.1	8.6

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 4b
Health Services and Supplies Expenditures, Percent Distribution and Per Capita Amounts, by
Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Percent Distribution				
1970	100.0	63.3	36.7	24.0	2.6	36.7	23.4	13.3	11.3	7.8
1980	100.0	58.6	25.6	29.6	3.4	41.4	28.3	13.1	15.9	11.1
1990	100.0	60.2	21.5	35.5	3.2	39.8	27.4	12.5	16.5	11.2
1993	100.0	57.7	19.2	35.3	3.2	42.3	30.3	12.1	17.1	14.0
1995	100.0	54.8	17.8	33.7	3.4	45.2	32.4	12.8	19.2	15.2
1997	100.0	54.1	17.7	32.9	3.4	45.9	33.3	12.6	20.3	15.1
Projected										
1999	100.0	55.0	17.6	33.9	3.5	45.0	32.2	12.8	19.3	15.3
2000	100.0	55.4	17.4	34.5	3.5	44.6	31.9	12.7	19.2	15.2
2001	100.0	55.7	17.4	34.8	3.5	44.3	31.6	12.7	18.9	15.2
2002	100.0	55.7	17.3	34.9	3.5	44.3	31.5	12.8	18.8	15.3
2003	100.0	55.4	17.2	34.8	3.5	44.6	31.7	12.9	18.9	15.6
2004	100.0	55.3	17.1	34.7	3.5	44.7	31.7	13.0	18.9	15.9
2005	100.0	55.0	17.0	34.6	3.5	45.0	31.8	13.1	18.8	16.2
2006	100.0	54.7	16.9	34.4	3.5	45.3	32.0	13.3	18.9	16.6
2007	100.0	54.4	16.8	34.1	3.5	45.6	32.2	13.4	18.9	16.9
2008	100.0	54.0	16.8	33.8	3.5	46.0	32.4	13.5	19.0	17.2
Historical Estimates										
						Per Capita				
1970	\$316	\$200	\$116	\$76	\$8	\$116	\$74	\$42	\$36	\$25
1980	1,002	587	256	297	34	415	284	131	160	111
1990	2,594	1,561	558	921	82	1,034	710	323	429	290
1993	3,242	1,869	623	1,144	102	1,373	982	391	555	454
1995	3,526	1,932	626	1,187	118	1,595	1,142	452	678	535
1997	3,802	2,056	674	1,251	131	1,746	1,265	481	771	575
Projected										
1999	4,203	2,310	738	1,426	146	1,893	1,353	539	813	643
2000	4,468	2,475	778	1,542	155	1,994	1,424	569	857	678
2001	4,729	2,634	822	1,647	165	2,095	1,492	603	894	718
2002	5,001	2,786	864	1,748	174	2,215	1,576	640	942	767
2003	5,279	2,927	908	1,836	183	2,352	1,672	681	997	823
2004	5,571	3,078	953	1,932	194	2,493	1,768	725	1,050	885
2005	5,888	3,240	1,000	2,035	204	2,648	1,874	774	1,108	955
2006	6,229	3,408	1,052	2,141	216	2,821	1,994	827	1,175	1,032
2007	6,592	3,585	1,109	2,248	228	3,007	2,123	884	1,248	1,114
2008	6,974	3,768	1,171	2,356	241	3,205	2,261	944	1,326	1,201

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 5a
Personal Health Care Expenditures and Average Annual Percent Change, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$63.8	\$41.3	\$24.9	\$14.8	\$1.6	\$22.5	\$14.7	\$7.8	\$7.3	\$5.1
1980	217.0	130.1	60.3	62.0	7.8	87.0	63.4	23.6	36.4	24.8
1990	614.7	373.5	145.0	207.7	20.8	241.1	177.0	64.2	108.6	71.4
1993	790.5	459.1	167.1	265.2	26.8	331.4	252.3	79.1	144.7	115.8
1995	879.3	489.2	171.0	286.6	31.6	390.1	299.0	91.2	180.7	137.2
1997	969.0	536.7	187.6	313.5	35.6	432.4	337.3	95.1	208.9	152.3
Projected										
1999	1078.3	607.2	208.8	357.9	40.4	471.2	365.1	106.0	222.8	172.2
2000	1150.9	651.6	222.0	386.3	43.3	499.2	387.1	112.2	236.3	183.2
2001	1227.3	699.0	236.5	416.4	46.2	528.3	408.8	119.5	248.5	196.2
2002	1310.0	747.5	250.7	447.5	49.2	562.5	434.9	127.6	263.6	211.3
2003	1397.9	796.2	265.5	478.3	52.4	601.7	465.1	136.6	281.3	228.6
2004	1488.6	846.4	280.7	509.9	55.8	642.2	495.8	146.4	298.6	247.8
2005	1586.4	899.5	297.0	543.1	59.3	687.0	529.7	157.2	317.5	269.6
2006	1692.1	955.2	314.6	577.4	63.1	737.0	567.9	169.1	339.1	293.5
2007	1805.2	1014.0	334.1	612.7	67.3	791.2	609.4	181.8	362.9	319.4
2008	1925.2	1075.9	355.5	648.7	71.6	849.2	654.1	195.2	388.6	347.0
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	13.0	12.2	9.2	15.4	16.9	14.5	15.7	11.7	17.4	17.2
1990	11.0	11.1	9.2	12.9	10.3	10.7	10.8	10.5	11.6	11.2
1993	8.7	7.1	4.8	8.5	8.9	11.2	12.6	7.2	10.0	17.5
1995	5.5	3.2	1.2	3.9	8.5	8.5	8.9	7.4	11.8	8.9
1997	5.0	4.7	4.7	4.6	6.2	5.3	6.2	2.1	7.5	5.3
Projected										
1999 4/	5.5	6.4	5.5	6.9	6.5	4.4	4.0	5.6	3.3	6.3
2000	6.7	7.3	6.3	7.9	7.0	6.0	6.0	5.8	6.1	6.4
2001	6.6	7.3	6.5	7.8	6.7	5.8	5.6	6.5	5.1	7.1
2002	6.7	6.9	6.0	7.5	6.6	6.5	6.4	6.8	6.1	7.7
2003	6.7	6.5	5.9	6.9	6.5	7.0	6.9	7.1	6.7	8.2
2004	6.5	6.3	5.7	6.6	6.4	6.7	6.6	7.1	6.2	8.4
2005	6.6	6.3	5.8	6.5	6.4	7.0	6.8	7.4	6.3	8.8
2006	6.7	6.2	5.9	6.3	6.4	7.3	7.2	7.5	6.8	8.9
2007	6.7	6.2	6.2	6.1	6.5	7.4	7.3	7.5	7.0	8.8
2008	6.6	6.1	6.4	5.9	6.5	7.3	7.3	7.4	7.1	8.6

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 5b
Personal Health Care Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Percent Distribution				
1970	100.0	64.7	39.0	23.2	2.6	35.3	23.0	12.2	11.4	7.9
1980	100.0	59.9	27.8	28.6	3.6	40.1	29.2	10.9	16.8	11.4
1990	100.0	60.8	23.6	33.8	3.4	39.2	28.8	10.4	17.7	11.6
1993	100.0	58.1	21.1	33.6	3.4	41.9	31.9	10.0	18.3	14.6
1995	100.0	55.6	19.4	32.6	3.6	44.4	34.0	10.4	20.6	15.6
1997	100.0	55.4	19.4	32.3	3.7	44.6	34.8	9.8	21.6	15.7
Projected										
1999	100.0	56.3	19.4	33.2	3.7	43.7	33.9	9.8	20.7	16.0
2000	100.0	56.6	19.3	33.6	3.8	43.4	33.6	9.7	20.5	15.9
2001	100.0	57.0	19.3	33.9	3.8	43.0	33.3	9.7	20.2	16.0
2002	100.0	57.1	19.1	34.2	3.8	42.9	33.2	9.7	20.1	16.1
2003	100.0	57.0	19.0	34.2	3.8	43.0	33.3	9.8	20.1	16.4
2004	100.0	56.9	18.9	34.3	3.7	43.1	33.3	9.8	20.1	16.6
2005	100.0	56.7	18.7	34.2	3.7	43.3	33.4	9.9	20.0	17.0
2006	100.0	56.4	18.6	34.1	3.7	43.6	33.6	10.0	20.0	17.3
2007	100.0	56.2	18.5	33.9	3.7	43.8	33.8	10.1	20.1	17.7
2008	100.0	55.9	18.5	33.7	3.7	44.1	34.0	10.1	20.2	18.0
Historical Estimates										
						Per Capita				
1970	\$297	\$192	\$116	\$69	\$8	\$105	\$68	\$36	\$34	\$24
1980	923	553	256	264	33	370	270	100	155	105
1990	2,363	1,436	558	799	80	927	680	247	417	274
1993	2,948	1,712	623	989	100	1,236	941	295	540	432
1995	3,219	1,791	626	1,049	116	1,428	1,095	334	662	502
1997	3,484	1,929	674	1,127	128	1,554	1,212	342	751	548
Projected										
1999	3,809	2,145	738	1,264	143	1,664	1,290	375	787	608
2000	4,032	2,283	778	1,353	152	1,749	1,356	393	828	642
2001	4,264	2,429	822	1,447	160	1,836	1,420	415	863	682
2002	4,515	2,577	864	1,543	170	1,939	1,499	440	909	728
2003	4,781	2,723	908	1,636	179	2,058	1,591	467	962	782
2004	5,052	2,872	953	1,731	189	2,179	1,683	497	1,013	841
2005	5,343	3,029	1,000	1,829	200	2,314	1,784	530	1,069	908
2006	5,657	3,193	1,052	1,930	211	2,464	1,898	565	1,134	981
2007	5,990	3,365	1,109	2,033	223	2,625	2,022	603	1,204	1,060
2008	6,342	3,544	1,171	2,137	236	2,797	2,154	643	1,280	1,143

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 6a
Hospital Care Expenditures and Average Annual Percent Change, by Source of Funds: Selected
Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$28.0	\$12.5	\$2.5	\$9.1	\$0.9	\$15.5	\$10.2	\$5.3	\$5.4	\$2.7
1980	102.7	46.8	5.3	36.5	5.0	55.9	42.1	13.7	26.4	10.6
1990	256.4	116.8	11.1	95.6	10.2	139.6	105.4	34.2	68.7	29.4
1993	323.0	136.7	14.1	109.9	12.7	186.3	148.8	37.5	90.1	48.4
1995	347.2	133.7	11.5	107.3	14.9	213.5	170.6	42.9	108.9	56.7
1997	371.1	142.6	12.4	113.0	17.2	228.4	185.6	42.8	123.7	57.6
Projected										
1999	401.3	160.9	13.4	127.6	19.9	240.4	194.8	45.6	129.5	61.4
2000	424.0	172.3	14.1	136.9	21.3	251.7	204.3	47.4	136.6	63.8
2001	447.5	184.6	14.9	147.1	22.6	262.9	213.5	49.3	143.5	66.0
2002	473.9	197.0	15.3	157.7	24.0	276.9	225.5	51.4	152.6	68.8
2003	502.5	209.2	16.0	167.6	25.6	293.3	239.7	53.7	163.4	72.3
2004	530.7	221.4	16.8	177.5	27.1	309.3	253.3	55.9	173.7	75.9
2005	560.3	233.8	17.8	187.2	28.8	326.5	268.2	58.3	185.1	79.8
2006	591.7	246.2	18.8	196.9	30.5	345.6	284.9	60.6	198.0	83.8
2007	624.9	258.9	20.0	206.6	32.3	366.0	303.0	63.0	212.3	87.8
2008	659.5	271.8	21.4	216.2	34.3	387.7	322.4	65.3	227.9	91.8
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	13.9	14.1	7.8	14.9	18.7	13.7	15.2	10.0	17.3	14.8
1990	9.6	9.6	7.6	10.1	7.3	9.6	9.6	9.5	10.0	10.7
1993	8.0	5.4	8.4	4.8	7.7	10.1	12.2	3.1	9.4	18.0
1995	3.7	-1.1	-9.5	-1.2	8.2	7.1	7.1	7.0	10.0	8.2
1997	3.4	3.3	3.8	2.6	7.6	3.4	4.3	-0.2	6.6	0.8
Projected										
1999 4/	4.0	6.2	4.0	6.3	7.4	2.6	2.4	3.2	2.3	3.3
2000	5.7	7.1	5.1	7.3	6.9	4.7	4.9	3.9	5.5	3.9
2001	5.5	7.1	5.2	7.5	6.4	4.4	4.5	4.1	5.0	3.5
2002	5.9	6.7	3.3	7.1	6.3	5.3	5.6	4.2	6.3	4.2
2003	6.0	6.2	4.4	6.3	6.5	5.9	6.3	4.4	7.1	5.1
2004	5.6	5.8	4.9	5.9	6.0	5.4	5.7	4.2	6.3	5.0
2005	5.6	5.6	5.6	5.5	6.0	5.6	5.9	4.2	6.5	5.1
2006	5.6	5.3	6.0	5.1	6.0	5.8	6.2	4.0	7.0	5.0
2007	5.6	5.2	6.3	4.9	6.0	5.9	6.3	3.9	7.2	4.8
2008	5.5	5.0	6.9	4.6	5.9	5.9	6.4	3.7	7.3	4.5

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 6b
Hospital Care Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Percent Distribution				
1970	100.0	44.6	9.0	32.4	3.2	55.4	36.4	19.0	19.2	9.5
1980	100.0	45.6	5.2	35.5	4.9	54.4	41.0	13.4	25.7	10.3
1990	100.0	45.5	4.3	37.3	4.0	54.5	41.1	13.3	26.8	11.5
1993	100.0	42.3	4.4	34.0	3.9	57.7	46.1	11.6	27.9	15.0
1995	100.0	38.5	3.3	30.9	4.3	61.5	49.1	12.4	31.4	16.3
1997	100.0	38.4	3.3	30.5	4.6	61.6	50.0	11.5	33.3	15.5
Projected										
1999	100.0	40.1	3.3	31.8	5.0	59.9	48.5	11.4	32.3	15.3
2000	100.0	40.6	3.3	32.3	5.0	59.4	48.2	11.2	32.2	15.0
2001	100.0	41.3	3.3	32.9	5.1	58.7	47.7	11.0	32.1	14.7
2002	100.0	41.6	3.2	33.3	5.1	58.4	47.6	10.8	32.2	14.5
2003	100.0	41.6	3.2	33.3	5.1	58.4	47.7	10.7	32.5	14.4
2004	100.0	41.7	3.2	33.4	5.1	58.3	47.7	10.5	32.7	14.3
2005	100.0	41.7	3.2	33.4	5.1	58.3	47.9	10.4	33.0	14.2
2006	100.0	41.6	3.2	33.3	5.2	58.4	48.2	10.2	33.5	14.2
2007	100.0	41.4	3.2	33.1	5.2	58.6	48.5	10.1	34.0	14.0
2008	100.0	41.2	3.2	32.8	5.2	58.8	48.9	9.9	34.6	13.9
Historical Estimates										
						Per Capita				
1970	\$130	\$58	\$12	\$42	\$4	\$72	\$47	\$25	\$25	\$12
1980	437	199	23	155	21	238	179	58	112	45
1990	986	449	42	367	39	537	405	132	264	113
1993	1,204	510	53	410	47	695	555	140	336	181
1995	1,271	489	42	393	54	782	625	157	399	208
1997	1,334	513	45	406	62	821	667	154	445	207
Projected										
1999	1,417	568	47	451	70	849	688	161	458	217
2000	1,485	604	49	480	74	882	716	166	479	223
2001	1,555	641	52	511	79	913	742	171	499	229
2002	1,634	679	53	543	83	954	777	177	526	237
2003	1,719	715	55	573	88	1,003	820	184	559	247
2004	1,801	751	57	602	92	1,050	860	190	590	258
2005	1,887	787	60	631	97	1,100	903	196	623	269
2006	1,978	823	63	658	102	1,155	952	203	662	280
2007	2,074	859	66	686	107	1,214	1,005	209	704	291
2008	2,172	895	70	712	113	1,277	1,062	215	751	302

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 7a
Physician Services Expenditures and Average Annual Percent Change, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$13.6	\$10.5	\$5.7	\$4.8	\$0.0	\$3.1	\$2.2	\$0.8	\$1.7	\$0.6
1980	45.2	32.2	14.7	17.1	0.4	13.1	10.0	3.1	8.0	2.5
1990	146.3	101.7	32.2	66.8	2.7	44.7	35.6	9.1	29.2	7.0
1993	185.9	130.4	33.0	94.1	3.3	55.5	43.4	12.1	33.2	12.7
1995	201.9	138.6	30.0	104.4	4.2	63.2	50.9	12.4	39.9	14.4
1997	217.6	147.5	34.1	109.1	4.3	70.1	58.4	11.7	46.4	15.7
Projected										
1999	241.5	162.6	38.1	119.7	4.8	79.0	66.3	12.7	52.8	17.5
2000	258.7	173.6	40.6	127.9	5.1	85.1	71.6	13.5	57.0	18.8
2001	275.9	185.7	43.3	136.9	5.4	90.2	75.7	14.5	59.7	20.5
2002	293.3	197.6	46.1	145.8	5.8	95.7	80.1	15.6	62.7	22.5
2003	310.7	208.7	48.7	153.9	6.1	102.0	85.2	16.8	66.1	24.7
2004	328.7	220.2	51.2	162.5	6.5	108.5	90.4	18.0	69.6	27.1
2005	347.9	232.3	54.0	171.4	6.9	115.6	96.1	19.5	73.3	29.9
2006	369.0	245.1	57.3	180.5	7.3	123.9	102.9	21.0	77.8	33.0
2007	391.8	258.7	60.9	190.0	7.7	133.1	110.4	22.8	82.9	36.4
2008	416.1	273.0	64.8	199.9	8.2	143.2	118.6	24.6	88.5	40.1
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	12.8	11.8	9.8	13.6	40.9	15.6	16.3	13.8	17.0	14.5
1990	12.5	12.2	8.2	14.6	21.6	13.1	13.5	11.5	13.9	10.8
1993	8.3	8.7	0.8	12.1	7.8	7.5	6.9	9.9	4.3	21.9
1995	4.2	3.1	-4.6	5.3	12.2	6.7	8.2	1.3	9.6	6.6
1997	3.8	3.2	6.5	2.2	1.2	5.3	7.2	-2.8	7.9	4.4
Projected										
1999 4/	5.3	5.0	5.7	4.7	5.3	6.1	6.5	4.1	6.6	5.4
2000	7.1	6.8	6.8	6.8	7.1	7.8	8.1	6.1	8.1	7.7
2001	6.6	7.0	6.6	7.1	6.6	5.9	5.7	7.4	4.8	9.1
2002	6.3	6.4	6.3	6.5	6.3	6.1	5.9	7.6	4.9	9.5
2003	5.9	5.6	5.6	5.6	5.9	6.6	6.3	7.7	5.5	9.6
2004	5.8	5.5	5.3	5.6	5.8	6.4	6.1	7.6	5.2	9.8
2005	5.9	5.5	5.5	5.5	5.9	6.6	6.3	8.0	5.3	10.3
2006	6.1	5.5	6.1	5.3	6.1	7.2	7.0	8.1	6.2	10.4
2007	6.2	5.5	6.3	5.3	6.2	7.4	7.3	8.1	6.5	10.4
2008	6.2	5.5	6.3	5.2	6.2	7.5	7.4	8.1	6.7	10.2

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 7b
Physician Services Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Percent Distribution				
1970	100.0	77.5	42.2	35.2	0.1	22.5	16.3	6.2	12.2	4.8
1980	100.0	71.1	32.4	37.9	0.8	28.9	22.1	6.8	17.6	5.5
1990	100.0	69.5	22.0	45.7	1.8	30.5	24.3	6.2	20.0	4.8
1993	100.0	70.1	17.7	50.6	1.8	29.9	23.4	6.5	17.9	6.8
1995	100.0	68.7	14.9	51.7	2.1	31.3	25.2	6.1	19.8	7.2
1997	100.0	67.8	15.7	50.2	2.0	32.2	26.8	5.4	21.3	7.2
Projected										
1999	100.0	67.3	15.8	49.6	2.0	32.7	27.4	5.2	21.8	7.2
2000	100.0	67.1	15.7	49.4	2.0	32.9	27.7	5.2	22.0	7.3
2001	100.0	67.3	15.7	49.6	2.0	32.7	27.4	5.2	21.7	7.4
2002	100.0	67.4	15.7	49.7	2.0	32.6	27.3	5.3	21.4	7.7
2003	100.0	67.2	15.7	49.5	2.0	32.8	27.4	5.4	21.3	7.9
2004	100.0	67.0	15.6	49.4	2.0	33.0	27.5	5.5	21.2	8.2
2005	100.0	66.8	15.5	49.3	2.0	33.2	27.6	5.6	21.1	8.6
2006	100.0	66.4	15.5	48.9	2.0	33.6	27.9	5.7	21.1	8.9
2007	100.0	66.0	15.6	48.5	2.0	34.0	28.2	5.8	21.2	9.3
2008	100.0	65.6	15.6	48.0	2.0	34.4	28.5	5.9	21.3	9.6
Historical Estimates										
						Per Capita				
1970	\$63	\$49	\$27	\$22	\$0	\$14	\$10	\$4	\$8	\$3
1980	192	137	62	73	2	56	43	13	34	11
1990	563	391	124	257	10	172	137	35	112	27
1993	693	486	123	351	12	207	162	45	124	47
1995	739	508	110	382	15	232	186	45	146	53
1997	782	530	122	392	15	252	210	42	167	57
Projected										
1999	853	574	134	423	17	279	234	45	186	62
2000	906	608	142	448	18	298	251	47	200	66
2001	958	645	151	476	19	313	263	50	208	71
2002	1,011	681	159	502	20	330	276	54	216	78
2003	1,062	714	166	526	21	349	291	57	226	84
2004	1,115	747	174	551	22	368	307	61	236	92
2005	1,172	782	182	577	23	389	324	66	247	101
2006	1,234	819	192	603	24	414	344	70	260	110
2007	1,300	858	202	630	26	442	366	76	275	121
2008	1,371	899	214	659	27	472	391	81	291	132

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 8a
Dental Services Expenditures and Average Annual Percent Change, by Source of Funds: Selected
Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$4.7	\$4.5	\$4.2	\$0.2	\$0.0	\$0.2	\$0.1	\$0.1	\$0.0	\$0.2
1980	13.3	12.7	8.8	3.8	0.0	0.7	0.4	0.3	0.0	0.5
1990	31.6	30.6	15.4	15.1	0.1	0.9	0.5	0.4	0.0	0.8
1993	39.5	37.6	18.8	18.7	0.2	1.9	1.1	0.8	0.0	1.7
1995	45.0	43.0	21.1	21.7	0.2	2.0	1.1	0.9	0.0	1.8
1997	50.6	48.4	23.9	24.3	0.2	2.3	1.3	1.0	0.1	2.0
Projected										
1999	56.6	54.1	26.8	27.0	0.3	2.5	1.4	1.1	0.1	2.1
2000	60.2	57.5	28.4	28.8	0.3	2.7	1.6	1.1	0.1	2.2
2001	63.9	61.0	30.1	30.7	0.3	2.8	1.7	1.2	0.2	2.3
2002	67.7	64.6	31.7	32.6	0.3	3.0	1.8	1.2	0.2	2.4
2003	71.5	68.3	33.4	34.6	0.3	3.2	1.9	1.3	0.2	2.5
2004	75.3	72.0	35.1	36.5	0.4	3.4	2.1	1.3	0.2	2.6
2005	79.3	75.8	36.9	38.5	0.4	3.5	2.2	1.4	0.2	2.8
2006	83.7	80.0	38.9	40.7	0.4	3.7	2.3	1.4	0.2	2.9
2007	88.2	84.3	41.0	42.9	0.4	3.9	2.4	1.5	0.3	3.1
2008	93.1	89.0	43.3	45.3	0.4	4.1	2.6	1.5	0.3	3.2
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	
1980	11.1	11.0	7.6	33.5	----	11.6	11.2	12.3	----	12.1
1990	9.0	9.2	5.7	14.8	16.5	3.5	3.4	3.6	----	4.1
1993	7.8	7.1	6.9	7.2	7.5	27.4	28.3	26.3	107.2	30.5
1995	6.7	6.9	5.9	7.8	17.9	3.5	2.6	4.7	45.0	2.9
1997	6.1	6.1	6.4	5.8	6.2	5.8	7.4	3.6	40.9	5.8
Projected										
1999 4/	5.7	5.7	5.9	5.5	5.7	5.0	4.8	5.4	22.3	2.7
2000	6.4	6.4	6.1	6.7	6.4	5.9	7.7	3.4	20.6	3.6
2001	6.1	6.1	5.8	6.4	6.1	6.8	8.7	4.1	13.8	4.9
2002	5.9	5.9	5.6	6.2	5.9	6.3	7.6	4.2	11.3	5.0
2003	5.7	5.7	5.4	6.0	5.7	6.0	7.1	4.2	10.5	5.1
2004	5.3	5.4	4.9	5.7	5.3	4.9	5.5	3.8	7.9	4.9
2005	5.3	5.3	5.2	5.4	5.3	5.0	5.6	4.1	7.1	5.1
2006	5.5	5.5	5.4	5.6	5.5	5.2	5.8	4.3	8.5	5.2
2007	5.4	5.5	5.4	5.5	5.4	5.2	5.7	4.4	8.1	5.3
2008	5.5	5.5	5.5	5.5	5.5	5.3	5.8	4.5	7.8	5.4

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 8b
Dental Services Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Percent Distribution				
1970	100.0	95.4	90.8	4.5	0.0	4.6	2.7	1.9	0.0	3.5
1980	100.0	95.1	66.3	28.6	0.2	4.9	2.8	2.1	0.0	3.8
1990	100.0	97.1	48.7	48.0	0.4	2.9	1.6	1.3	0.0	2.4
1993	100.0	95.2	47.6	47.2	0.4	4.8	2.7	2.1	0.0	4.3
1995	100.0	95.5	46.8	48.2	0.5	4.5	2.5	2.0	0.1	4.0
1997	100.0	95.5	47.1	47.9	0.5	4.5	2.6	1.9	0.1	3.9
Projected										
1999	100.0	95.6	47.3	47.8	0.5	4.4	2.5	1.9	0.2	3.7
2000	100.0	95.6	47.2	47.9	0.5	4.4	2.6	1.8	0.2	3.6
2001	100.0	95.6	47.0	48.0	0.5	4.4	2.6	1.8	0.2	3.6
2002	100.0	95.5	46.9	48.2	0.5	4.5	2.7	1.8	0.3	3.5
2003	100.0	95.5	46.7	48.3	0.5	4.5	2.7	1.8	0.3	3.5
2004	100.0	95.5	46.6	48.5	0.5	4.5	2.7	1.7	0.3	3.5
2005	100.0	95.6	46.5	48.6	0.5	4.4	2.7	1.7	0.3	3.5
2006	100.0	95.6	46.5	48.6	0.5	4.4	2.7	1.7	0.3	3.5
2007	100.0	95.6	46.5	48.6	0.5	4.4	2.7	1.7	0.3	3.5
2008	100.0	95.6	46.5	48.7	0.5	4.4	2.8	1.7	0.3	3.5
Historical Estimates										
						Per Capita				
1970	\$22	\$21	\$20	\$1	\$0	\$1	\$1	\$0	\$0	\$1
1980	57	54	38	16	0	3	2	1	0	2
1990	121	118	59	58	0	4	2	2	0	3
1993	147	140	70	70	1	7	4	3	0	6
1995	165	157	77	79	1	7	4	3	0	7
1997	182	174	86	87	1	8	5	3	0	7
Projected										
1999	200	191	95	95	1	9	5	4	0	7
2000	211	202	99	101	1	9	5	4	0	8
2001	222	212	104	107	1	10	6	4	1	8
2002	233	223	109	112	1	10	6	4	1	8
2003	245	234	114	118	1	11	7	4	1	9
2004	256	244	119	124	1	11	7	4	1	9
2005	267	255	124	130	1	12	7	5	1	9
2006	280	267	130	136	1	12	8	5	1	10
2007	293	280	136	142	1	13	8	5	1	10
2008	307	293	142	149	1	14	8	5	1	11

1/ The health spending projections were based on the 1997 version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 9a
Other Professional Services Expenditures and Average Annual Percent Change, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$1.4	\$1.1	\$0.9	\$0.1	\$0.1	\$0.3	\$0.2	\$0.1	\$0.0	\$0.0
1980	6.4	4.9	3.3	1.1	0.5	1.5	1.1	0.4	0.6	0.2
1990	34.7	28.2	13.7	12.0	2.5	6.5	4.3	2.2	3.3	0.5
1993	46.1	36.2	17.0	15.8	3.4	9.9	7.1	2.8	5.7	1.0
1995	53.6	41.2	19.9	17.2	4.1	12.4	9.5	2.9	7.8	1.4
1997	61.9	48.3	24.6	18.9	4.8	13.6	10.8	2.8	8.8	1.7
Projected										
1999	72.1	57.2	29.6	22.0	5.6	14.9	11.9	3.0	9.6	1.8
2000	77.9	62.1	32.2	23.8	6.1	15.8	12.6	3.2	10.2	1.9
2001	83.9	67.2	35.0	25.7	6.6	16.7	13.2	3.5	10.7	2.1
2002	90.1	72.4	37.6	27.6	7.1	17.7	14.0	3.7	11.3	2.3
2003	96.4	77.5	40.3	29.6	7.6	18.8	14.8	4.0	11.9	2.5
2004	102.8	82.7	43.0	31.6	8.2	20.1	15.8	4.3	12.7	2.7
2005	109.7	88.2	45.8	33.7	8.7	21.4	16.8	4.6	13.5	3.0
2006	116.8	94.0	48.8	35.8	9.4	22.8	17.9	5.0	14.3	3.2
2007	124.4	100.0	51.9	38.1	10.0	24.4	19.1	5.3	15.2	3.6
2008	132.4	106.3	55.2	40.5	10.7	26.1	20.4	5.7	16.2	3.9
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	16.3	16.6	14.4	26.1	17.7	15.4	16.4	13.0	31.9	17.0
1990	18.5	19.1	15.3	26.6	18.2	16.1	14.6	19.5	19.0	9.5
1993	10.0	8.7	7.5	9.4	11.5	15.3	18.7	8.2	20.1	29.5
1995	7.8	6.7	8.1	4.4	10.1	11.6	15.6	0.9	17.2	14.8
1997	7.5	8.2	11.3	4.8	7.6	4.8	6.6	-1.4	6.1	11.6
Projected										
1999 4/	7.9	8.8	9.7	7.9	8.4	4.5	4.7	3.9	4.9	3.7
2000	8.0	8.5	8.8	8.2	8.5	6.0	5.8	6.8	5.7	7.0
2001	7.8	8.3	8.6	7.9	8.2	5.8	5.4	7.7	5.1	8.3
2002	7.3	7.6	7.6	7.7	7.8	6.0	5.6	7.7	5.3	8.6
2003	7.0	7.1	7.0	7.2	7.4	6.5	6.1	7.7	5.9	8.7
2004	6.7	6.7	6.7	6.7	7.2	6.6	6.3	7.4	6.2	8.9
2005	6.7	6.6	6.7	6.5	7.1	6.7	6.5	7.4	6.4	9.4
2006	6.5	6.5	6.4	6.4	7.0	6.7	6.5	7.4	6.2	9.6
2007	6.5	6.4	6.3	6.3	6.9	6.8	6.6	7.3	6.4	9.6
2008	6.5	6.4	6.4	6.3	6.9	6.9	6.8	7.2	6.6	9.5

1/ The health spending projections were based on the 1997 version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 9b
**Other Professional Services Expenditures, Percent Distribution and Per Capita Amounts, by Source
of Funds: Selected Calendar Years 1970-2008 1/**

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
Percent Distribution										
1970	100.0	75.2	60.8	8.0	6.4	24.8	17.0	7.9	2.6	2.8
1980	100.0	77.0	51.8	18.0	7.2	23.0	17.2	5.9	9.0	3.0
1990	100.0	81.3	39.5	34.7	7.1	18.7	12.3	6.4	9.4	1.4
1993	100.0	78.4	36.9	34.2	7.4	21.6	15.5	6.1	12.3	2.2
1995	100.0	76.9	37.1	32.1	7.7	23.1	17.8	5.3	14.5	2.5
1997	100.0	78.0	39.8	30.5	7.7	22.0	17.5	4.5	14.1	2.7
Projected										
1999	100.0	79.4	41.1	30.5	7.8	20.6	16.5	4.2	13.3	2.5
2000	100.0	79.8	41.4	30.6	7.8	20.2	16.1	4.1	13.1	2.5
2001	100.0	80.1	41.7	30.6	7.8	19.9	15.8	4.1	12.7	2.5
2002	100.0	80.4	41.8	30.7	7.9	19.6	15.5	4.1	12.5	2.5
2003	100.0	80.5	41.8	30.8	7.9	19.5	15.4	4.2	12.4	2.6
2004	100.0	80.5	41.8	30.7	7.9	19.5	15.3	4.2	12.3	2.6
2005	100.0	80.5	41.8	30.7	8.0	19.5	15.3	4.2	12.3	2.7
2006	100.0	80.4	41.8	30.7	8.0	19.6	15.3	4.2	12.3	2.8
2007	100.0	80.4	41.7	30.6	8.0	19.6	15.3	4.3	12.3	2.9
2008	100.0	80.3	41.7	30.6	8.1	19.7	15.4	4.3	12.3	2.9
Historical Estimates										
Per Capita										
1970	\$7	\$5	\$4	\$1	\$0	\$2	\$1	\$1	\$0	\$0
1980	27	21	14	5	2	6	5	2	2	1
1990	133	108	53	46	9	25	16	9	13	2
1993	172	135	63	59	13	37	27	10	21	4
1995	196	151	73	63	15	45	35	10	28	5
1997	223	174	89	68	17	49	39	10	31	6
Projected										
1999	255	202	105	78	20	53	42	11	34	6
2000	273	218	113	83	21	55	44	11	36	7
2001	292	234	122	89	23	58	46	12	37	7
2002	310	250	130	95	24	61	48	13	39	8
2003	330	265	138	101	26	64	51	14	41	8
2004	349	281	146	107	28	68	54	15	43	9
2005	369	297	154	113	29	72	57	16	45	10
2006	390	314	163	120	31	76	60	17	48	11
2007	413	332	172	126	33	81	63	18	51	12
2008	436	350	182	133	35	86	67	19	54	13

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 10a
Home Health Care Expenditures and Average Annual Percent Change, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$0.2	\$0.1	\$0.0	\$0.0	\$0.1	\$0.1	\$0.1	\$0.0	\$0.1	\$0.0
1980	2.4	1.4	0.5	0.4	0.5	1.0	0.8	0.1	0.7	0.3
1990	13.1	8.0	3.6	2.2	2.2	5.1	4.1	1.0	3.0	2.1
1993	23.0	11.9	5.6	3.1	3.2	11.1	9.5	1.5	7.7	3.2
1995	29.1	13.1	6.2	3.4	3.5	16.0	14.0	1.9	11.9	3.9
1997	32.3	14.7	7.0	3.7	3.9	17.7	15.4	2.3	12.8	4.8
Projected										
1999	33.8	15.7	7.5	4.0	4.2	18.1	15.3	2.8	12.1	5.8
2000	36.0	16.9	8.1	4.3	4.5	19.1	16.1	3.0	12.7	6.2
2001	38.3	18.2	8.7	4.6	4.9	20.1	16.8	3.3	13.1	6.8
2002	41.0	19.5	9.3	4.9	5.2	21.6	18.0	3.6	13.9	7.4
2003	43.9	20.8	10.0	5.2	5.6	23.1	19.2	3.9	14.7	8.1
2004	47.4	22.6	10.8	5.7	6.0	24.8	20.5	4.3	15.6	8.9
2005	51.1	24.4	11.7	6.2	6.5	26.7	22.0	4.8	16.5	9.8
2006	55.4	26.5	12.7	6.7	7.1	28.8	23.6	5.3	17.6	10.8
2007	60.2	29.1	14.0	7.3	7.8	31.1	25.3	5.8	18.7	11.9
2008	65.4	31.8	15.3	8.0	8.5	33.6	27.1	6.4	19.8	13.1
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	26.9	25.8	34.8	46.7	16.7	28.8	28.2	32.2	27.0	35.0
1990	18.6	18.9	21.3	19.1	15.5	18.3	17.7	21.0	16.6	21.4
1993	20.5	14.1	15.7	11.5	14.1	29.4	32.3	16.0	36.8	16.4
1995	12.5	5.0	5.5	4.1	5.0	20.1	21.5	11.5	24.1	10.2
1997	5.4	5.7	6.3	4.8	5.7	5.1	4.7	8.6	3.4	10.0
Projected										
1999 4/	2.3	3.6	3.6	3.6	3.5	1.1	-0.3	10.2	-2.6	10.1
2000	6.4	7.2	7.2	7.2	7.1	5.7	5.2	8.6	4.5	7.8
2001	6.4	7.7	7.8	7.7	7.6	5.3	4.5	9.3	3.3	9.0
2002	7.2	7.1	7.1	7.1	7.1	7.3	6.8	9.6	6.1	9.3
2003	7.1	6.8	6.8	6.8	6.9	7.3	6.8	9.7	6.0	9.5
2004	7.9	8.5	8.5	8.5	8.5	7.3	6.7	10.0	5.8	9.8
2005	7.9	8.2	8.2	8.2	8.2	7.7	7.1	10.4	6.1	10.2
2006	8.3	8.8	8.8	8.8	8.7	7.9	7.3	10.6	6.3	10.3
2007	8.7	9.6	9.6	9.6	9.5	7.9	7.3	10.6	6.3	10.3
2008	8.6	9.3	9.3	9.3	9.3	7.8	7.2	10.4	6.2	10.1

1/ The health spending projections were based on the 1997 version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 10b
Home Health Care Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
					Percent Distribution					
1970	100.0	65.4	12.0	3.9	49.5	34.6	30.6	4.1	27.3	6.7
1980	100.0	59.9	22.0	16.5	21.4	40.1	33.9	6.2	27.4	12.4
1990	100.0	61.1	27.5	17.1	16.4	38.9	31.4	7.5	23.0	15.6
1993	100.0	51.8	24.4	13.5	13.9	48.2	41.4	6.7	33.7	14.1
1995	100.0	45.1	21.4	11.6	12.1	54.9	48.3	6.6	41.0	13.5
1997	100.0	45.4	21.7	11.4	12.2	54.6	47.6	7.0	39.5	14.7
Projected										
1999	100.0	46.6	22.3	11.7	12.5	53.4	45.3	8.1	35.9	17.0
2000	100.0	46.9	22.5	11.8	12.6	53.1	44.8	8.3	35.2	17.3
2001	100.0	47.5	22.8	12.0	12.7	52.5	44.0	8.5	34.2	17.7
2002	100.0	47.4	22.8	12.0	12.7	52.6	43.8	8.7	33.8	18.0
2003	100.0	47.3	22.7	11.9	12.7	52.7	43.7	8.9	33.5	18.4
2004	100.0	47.6	22.8	12.0	12.8	52.4	43.3	9.1	32.9	18.8
2005	100.0	47.7	22.9	12.0	12.8	52.3	42.9	9.3	32.3	19.2
2006	100.0	47.9	23.0	12.1	12.8	52.1	42.6	9.5	31.7	19.5
2007	100.0	48.3	23.2	12.2	12.9	51.7	42.0	9.7	31.0	19.8
2008	100.0	48.6	23.4	12.3	13.0	51.4	41.5	9.8	30.3	20.1
Historical Estimates										
					Per Capita					
1970	\$1	\$1	\$0	\$0	\$1	\$0	\$0	\$0	\$0	\$0
1980	10	6	2	2	4	3	1	3	1	
1990	50	31	14	9	8	20	16	4	12	8
1993	86	44	21	12	12	41	35	6	29	12
1995	106	48	23	12	13	58	51	7	44	14
1997	116	53	25	13	14	63	55	8	46	17
Projected										
1999	119	56	27	14	15	64	54	10	43	20
2000	126	59	28	15	16	67	56	10	44	22
2001	133	63	30	16	17	70	58	11	45	24
2002	141	67	32	17	18	74	62	12	48	25
2003	150	71	34	18	19	79	66	13	50	28
2004	161	77	37	19	21	84	70	15	53	30
2005	172	82	39	21	22	90	74	16	56	33
2006	185	89	43	22	24	96	79	18	59	36
2007	200	97	46	24	26	103	84	19	62	40
2008	215	105	50	26	28	111	89	21	65	43

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 11a
Drugs and Other Medical Nondurables Expenditures and Average Annual Percent Change, by
Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
					Amounts in Billions					
1970	\$8.8	\$8.3	\$7.8	\$0.5	----	\$0.5	\$0.2	\$0.2	\$0.0	\$0.4
1980	21.6	19.9	17.5	2.4	----	1.7	0.9	0.8	0.0	1.4
1990	59.9	53.4	40.4	13.0	----	6.5	3.1	3.4	0.1	5.1
1993	76.2	66.9	46.8	20.1	----	9.3	4.9	4.4	0.2	7.8
1995	88.9	77.2	48.6	28.6	----	11.7	6.3	5.4	0.4	9.6
1997	108.9	92.9	53.0	39.9	----	16.0	9.2	6.8	1.0	13.2
Projected										
1999	132.6	111.2	58.6	52.6	----	21.4	12.4	9.0	1.5	17.5
2000	145.5	121.2	62.2	59.1	----	24.2	14.2	10.1	1.8	19.7
2001	159.1	131.7	66.0	65.7	----	27.5	16.2	11.3	2.1	22.3
2002	173.9	142.8	70.0	72.8	----	31.0	18.3	12.7	2.4	25.3
2003	189.9	155.1	74.3	80.7	----	34.9	20.6	14.2	2.6	28.5
2004	206.9	167.9	78.7	89.2	----	39.0	23.1	15.9	2.8	32.1
2005	225.6	182.0	83.3	98.7	----	43.6	25.9	17.7	3.0	36.1
2006	245.4	196.8	88.1	108.7	----	48.6	28.9	19.7	3.3	40.3
2007	266.3	212.4	93.4	119.0	----	53.9	32.0	21.8	3.5	44.8
2008	288.3	229.0	99.4	129.7	----	59.3	35.3	24.0	3.8	49.4
Historical Estimates										
					Average Annual Percent Change from Previous Year Shown					
1970	----	----	----	----	----	----	----	----	----	----
1980	9.4	9.1	8.4	17.5	----	13.2	13.6	12.9	----	12.9
1990	10.7	10.3	8.7	18.2	----	14.6	13.9	15.2	----	13.7
1993	8.4	7.8	5.0	15.7	----	12.8	16.2	9.4	24.4	15.2
1995	8.0	7.4	1.9	19.4	----	11.9	13.0	10.7	72.9	11.5
1997	10.7	9.7	4.5	18.0	----	16.8	20.8	11.9	46.2	17.1
Projected										
1999 4/	10.4	9.4	5.2	14.8	----	15.8	16.6	14.7	25.7	15.1
2000	9.7	9.0	6.0	12.4	----	13.2	13.9	12.3	21.6	12.4
2001	9.4	8.6	6.2	11.1	----	13.4	13.9	12.7	14.3	13.4
2002	9.2	8.5	6.1	10.9	----	12.9	13.3	12.3	11.5	13.2
2003	9.2	8.6	6.1	10.9	----	12.4	12.8	11.9	10.6	12.8
2004	8.9	8.3	5.8	10.5	----	11.9	12.1	11.7	7.9	12.6
2005	9.0	8.4	5.9	10.6	----	11.8	11.9	11.6	7.2	12.4
2006	8.8	8.1	5.8	10.2	----	11.5	11.6	11.2	8.5	11.9
2007	8.5	8.0	6.1	9.5	----	10.8	10.9	10.6	8.1	11.1
2008	8.3	7.8	6.3	9.0	----	10.0	10.1	9.8	7.8	10.2

1/ The health spending projections were based on the 1997 version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 11b
Drugs and Other Medical Nondurables Expenditures, Percent Distribution and Per Capita
Amounts, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
					Percent Distribution					
1970	100.0	94.5	89.0	5.5	-----	5.5	2.7	2.8	0.0	4.7
1980	100.0	92.3	81.0	11.2	-----	7.7	3.9	3.8	0.0	6.5
1990	100.0	89.1	67.5	21.7	-----	10.9	5.2	5.6	0.1	8.5
1993	100.0	87.7	61.4	26.4	-----	12.3	6.4	5.8	0.2	10.2
1995	100.0	86.8	54.6	32.2	-----	13.2	7.1	6.1	0.5	10.8
1997	100.0	85.3	48.7	36.7	-----	14.7	8.4	6.3	0.9	12.1
Projected										
1999	100.0	83.9	44.2	39.7	-----	16.1	9.4	6.8	1.1	13.2
2000	100.0	83.3	42.7	40.6	-----	16.7	9.8	6.9	1.3	13.5
2001	100.0	82.7	41.5	41.3	-----	17.3	10.1	7.1	1.3	14.0
2002	100.0	82.2	40.3	41.9	-----	17.8	10.5	7.3	1.4	14.5
2003	100.0	81.6	39.1	42.5	-----	18.4	10.9	7.5	1.4	15.0
2004	100.0	81.1	38.0	43.1	-----	18.9	11.2	7.7	1.4	15.5
2005	100.0	80.7	36.9	43.7	-----	19.3	11.5	7.9	1.3	16.0
2006	100.0	80.2	35.9	44.3	-----	19.8	11.8	8.0	1.3	16.4
2007	100.0	79.8	35.1	44.7	-----	20.2	12.0	8.2	1.3	16.8
2008	100.0	79.4	34.5	45.0	-----	20.6	12.2	8.3	1.3	17.1
Historical Estimates										
					Per Capita					
1970	\$41	\$39	\$37	\$2	-----	\$2	\$1	\$1	\$0	\$2
1980	92	85	75	10	-----	7	4	3	0	6
1990	230	205	155	50	-----	25	12	13	0	20
1993	284	249	174	75	-----	35	18	17	1	29
1995	326	283	178	105	-----	43	23	20	2	35
1997	391	334	191	143	-----	57	33	24	3	48
Projected										
1999	468	393	207	186	-----	76	44	32	5	62
2000	510	425	218	207	-----	85	50	35	6	69
2001	553	457	229	228	-----	95	56	39	7	78
2002	599	492	241	251	-----	107	63	44	8	87
2003	650	530	254	276	-----	119	71	49	9	97
2004	702	570	267	303	-----	132	78	54	10	109
2005	760	613	280	332	-----	147	87	60	10	121
2006	820	658	294	363	-----	163	97	66	11	135
2007	884	705	310	395	-----	179	106	72	12	149
2008	950	754	327	427	-----	195	116	79	13	163

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 12a
Prescription Drugs Expenditures and Average Annual Percent Change, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$5.5	\$5.0	\$4.5	\$0.5	----	\$0.5	\$0.2	\$0.2	\$0.0	\$0.4
1980	12.0	10.4	7.9	2.4	----	1.7	0.9	0.8	0.0	1.4
1990	37.7	31.2	18.2	13.0	----	6.5	3.1	3.4	0.1	5.1
1993	50.6	41.3	21.2	20.1	----	9.3	4.9	4.4	0.2	7.8
1995	61.1	49.4	20.7	28.6	----	11.7	6.3	5.4	0.4	9.6
1997	78.9	62.9	23.0	39.9	----	16.0	9.2	6.8	1.0	13.2
Projected										
1999	100.6	79.2	26.6	52.6	----	21.4	12.4	9.0	1.5	17.5
2000	112.1	87.9	28.8	59.1	----	24.2	14.2	10.1	1.8	19.7
2001	124.4	96.9	31.3	65.7	----	27.5	16.2	11.3	2.1	22.3
2002	137.7	106.7	33.9	72.8	----	31.0	18.3	12.7	2.4	25.3
2003	152.4	117.5	36.8	80.7	----	34.9	20.6	14.2	2.6	28.5
2004	168.0	128.9	39.7	89.2	----	39.0	23.1	15.9	2.8	32.1
2005	185.2	141.6	42.9	98.7	----	43.6	25.9	17.7	3.0	36.1
2006	203.6	155.0	46.3	108.7	----	48.6	28.9	19.7	3.3	40.3
2007	223.0	169.1	50.1	119.0	----	53.9	32.0	21.8	3.5	44.8
2008	243.4	184.2	54.5	129.7	----	59.3	35.3	24.0	3.8	49.4
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	8.2	7.5	5.8	17.5	----	13.2	13.6	12.9	----	12.9
1990	12.1	11.6	8.6	18.2	----	14.6	13.9	15.2	----	13.7
1993	10.4	9.8	5.2	15.7	----	12.8	16.2	9.4	24.4	15.2
1995	9.8	9.3	-1.1	19.4	----	11.9	13.0	10.7	72.9	11.5
1997	13.7	12.9	5.4	18.0	----	16.8	20.8	11.9	46.2	17.1
Projected										
1999 4/	12.9	12.2	7.6	14.8	----	15.8	16.6	14.7	25.7	15.1
2000	11.4	10.9	8.1	12.4	----	13.2	13.9	12.3	21.6	12.4
2001	11.0	10.3	8.6	11.1	----	13.4	13.9	12.7	14.3	13.4
2002	10.7	10.1	8.4	10.9	----	12.9	13.3	12.3	11.5	13.2
2003	10.6	10.1	8.4	10.9	----	12.4	12.8	11.9	10.6	12.8
2004	10.2	9.7	8.0	10.5	----	11.9	12.1	11.7	7.9	12.6
2005	10.2	9.8	8.0	10.6	----	11.8	11.9	11.6	7.2	12.4
2006	9.9	9.5	7.9	10.2	----	11.5	11.6	11.2	8.5	11.9
2007	9.5	9.1	8.4	9.5	----	10.8	10.9	10.6	8.1	11.1
2008	9.2	8.9	8.7	9.0	----	10.0	10.1	9.8	7.8	10.2

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 12b
Prescription Drugs Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
					Percent Distribution					
1970	100.0	91.2	82.4	8.8	----	8.8	4.3	4.5	0.0	7.6
1980	100.0	86.1	66.0	20.1	----	13.9	7.1	6.8	0.0	11.7
1990	100.0	82.7	48.3	34.4	----	17.3	8.3	9.0	0.2	13.5
1993	100.0	81.5	41.8	39.7	----	18.5	9.7	8.8	0.3	15.3
1995	100.0	80.8	33.9	46.9	----	19.2	10.3	8.9	0.7	15.8
1997	100.0	79.8	29.2	50.6	----	20.2	11.6	8.6	1.2	16.8
Projected										
1999	100.0	78.7	26.5	52.3	----	21.3	12.4	8.9	1.5	0.6
2000	100.0	78.4	25.7	52.7	----	21.6	12.7	9.0	1.6	17.5
2001	100.0	77.9	25.1	52.8	----	22.1	13.0	9.1	1.7	17.9
2002	100.0	77.5	24.6	52.9	----	22.5	13.3	9.2	1.7	18.3
2003	100.0	77.1	24.1	53.0	----	22.9	13.5	9.3	1.7	18.7
2004	100.0	76.8	23.6	53.1	----	23.2	13.8	9.5	1.7	19.1
2005	100.0	76.4	23.2	53.3	----	23.6	14.0	9.6	1.6	19.5
2006	100.0	76.1	22.7	53.4	----	23.9	14.2	9.7	1.6	19.8
2007	100.0	75.8	22.5	53.4	----	24.2	14.4	9.8	1.6	20.1
2008	100.0	75.7	22.4	53.3	----	24.3	14.5	9.9	1.6	20.3
Historical Estimates										
					Per Capita					
1970	\$26	\$23	\$21	\$2	----	\$2	\$1	\$1	\$0	\$2
1980	51	44	34	10	----	7	4	3	0	6
1990	145	120	70	50	----	25	12	13	0	20
1993	189	154	79	75	----	35	18	17	1	29
1995	224	181	76	105	----	43	23	20	2	35
1997	284	226	83	143	----	57	33	24	3	48
Projected										
1999	355	280	94	186	----	76	44	32	5	62
2000	393	308	101	207	----	85	50	35	6	69
2001	432	337	109	228	----	95	56	39	7	78
2002	475	368	117	251	----	107	63	44	8	87
2003	521	402	126	276	----	119	71	49	9	97
2004	570	438	135	303	----	132	78	54	10	109
2005	624	477	144	332	----	147	87	60	10	121
2006	681	518	155	363	----	163	97	66	11	135
2007	740	561	166	395	----	179	106	72	12	149
2008	802	607	180	427	----	195	116	79	13	163

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 13a
Vision Products and Other Medical Durables Expenditures and Average Annual Percent Change,
by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$1.6	\$1.5	\$1.4	\$0.1	----	\$0.1	\$0.1	\$0.0	\$0.0	----
1980	3.8	3.2	2.7	0.4	----	0.6	0.5	0.1	0.4	----
1990	10.5	7.6	6.7	0.8	----	2.9	2.7	0.1	2.5	----
1993	12.3	8.0	7.3	0.7	----	4.3	4.2	0.1	3.9	----
1995	13.1	7.7	7.1	0.6	----	5.4	5.3	0.1	5.0	----
1997	13.9	7.3	6.8	0.5	----	6.6	6.4	0.1	6.0	----
Projected										
1999	14.3	7.5	6.9	0.5	----	6.9	6.7	0.1	6.3	----
2000	15.0	7.7	7.2	0.6	----	7.3	7.2	0.1	6.7	----
2001	15.8	8.1	7.5	0.6	----	7.7	7.6	0.1	7.1	----
2002	16.6	8.4	7.8	0.6	----	8.2	8.1	0.1	7.5	----
2003	17.6	8.8	8.1	0.6	----	8.8	8.7	0.1	8.1	----
2004	18.5	9.0	8.4	0.7	----	9.5	9.3	0.1	8.7	----
2005	19.5	9.3	8.6	0.7	----	10.2	10.0	0.1	9.3	----
2006	20.5	9.5	8.8	0.7	----	11.0	10.9	0.1	10.1	----
2007	21.7	9.7	9.0	0.7	----	11.9	11.8	0.1	11.0	----
2008	22.9	9.9	9.2	0.7	----	13.0	12.8	0.1	12.0	----
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	8.8	7.6	6.7	16.8	----	19.7	22.2	10.5	27.8	----
1990	10.7	9.1	9.5	6.7	----	16.9	18.1	5.2	19.4	----
1993	5.6	1.8	2.5	-4.5	----	14.4	14.9	1.6	15.3	----
1995	3.2	-2.1	-1.4	-9.2	----	12.3	12.7	-1.1	12.8	----
1997	2.9	-2.3	-1.9	-6.7	----	9.9	10.3	-4.9	10.4	----
Projected										
1999 4/	1.5	0.9	0.9	1.1	----	2.2	2.3	-0.7	2.0	----
2000	5.0	3.6	3.6	4.0	----	6.6	6.7	0.9	6.5	----
2001	5.2	4.6	4.6	4.8	----	5.9	5.9	1.0	5.8	----
2002	5.2	4.4	4.4	4.7	----	6.0	6.0	1.3	5.9	----
2003	5.6	3.9	3.8	4.4	----	7.5	7.5	1.5	7.6	----
2004	5.2	3.1	3.1	3.8	----	7.4	7.5	1.4	7.5	----
2005	5.2	2.8	2.7	3.6	----	7.6	7.7	1.4	7.8	----
2006	5.4	2.4	2.3	3.4	----	8.2	8.3	1.4	8.5	----
2007	5.6	2.2	2.1	3.3	----	8.5	8.6	1.4	8.8	----
2008	5.7	2.0	1.9	3.2	----	8.7	8.8	1.3	9.0	----

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 13b
Vision Products and Other Medical Durables Expenditures, Percent Distribution and Per Capita
Amounts, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
					Percent Distribution					
1970	100.0	93.8	88.2	5.7	----	6.2	4.3	1.8	2.3	----
1980	100.0	84.0	72.5	11.5	----	16.0	13.8	2.1	11.5	----
1990	100.0	72.5	64.5	7.9	----	27.5	26.2	1.3	24.4	----
1993	100.0	65.0	59.1	5.9	----	35.0	33.9	1.1	31.7	----
1995	100.0	58.5	54.0	4.6	----	41.5	40.4	1.1	37.9	----
1997	100.0	52.7	48.9	3.7	----	47.3	46.4	0.9	43.6	----
Projected										
1999	100.0	52.1	48.4	3.7	----	47.9	47.1	0.9	43.9	----
2000	100.0	51.4	47.7	3.7	----	48.6	47.8	0.8	44.5	----
2001	100.0	51.1	47.4	3.7	----	48.9	48.1	0.8	44.8	----
2002	100.0	50.7	47.1	3.6	----	49.3	48.5	0.8	45.1	----
2003	100.0	49.9	46.3	3.6	----	50.1	49.4	0.7	45.9	----
2004	100.0	48.9	45.3	3.5	----	51.1	50.4	0.7	46.9	----
2005	100.0	47.7	44.2	3.5	----	52.3	51.6	0.7	48.0	----
2006	100.0	46.4	42.9	3.4	----	53.6	53.0	0.7	49.4	----
2007	100.0	44.9	41.5	3.3	----	55.1	54.5	0.6	50.9	----
2008	100.0	43.3	40.0	3.3	----	56.7	56.1	0.6	52.5	----
Historical Estimates										
					Per Capita					
1970	\$8	\$7	\$7	\$0	----	\$0	\$0	\$0	\$0	----
1980	16	13	12	2	----	3	2	0	2	----
1990	40	29	26	3	----	11	11	1	10	----
1993	46	30	27	3	----	16	16	1	15	----
1995	48	28	26	2	----	20	19	1	18	----
1997	50	26	24	2	----	24	23	0	22	----
Projected										
1999	51	26	24	2	----	24	24	0	22	----
2000	53	27	25	2	----	26	25	0	23	----
2001	55	28	26	2	----	27	26	0	25	----
2002	57	29	27	2	----	28	28	0	26	----
2003	60	30	28	2	----	30	30	0	28	----
2004	63	31	28	2	----	32	32	0	29	----
2005	66	31	29	2	----	34	34	0	31	----
2006	69	32	29	2	----	37	36	0	34	----
2007	72	32	30	2	----	40	39	0	37	----
2008	75	33	30	2	----	43	42	0	40	----

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 14a
Nursing Home Care Expenditures and Average Annual Percent Change, by Source of Funds:
Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$4.2	\$2.5	\$2.3	\$0.0	\$0.2	\$1.7	\$1.0	\$0.7	\$0.1	\$0.9
1980	17.6	8.1	7.4	0.2	0.5	9.5	5.6	3.9	0.3	8.8
1990	50.9	25.0	21.9	2.1	0.9	25.9	15.8	10.2	1.7	23.1
1993	66.4	28.6	24.5	2.8	1.2	37.9	24.0	13.9	3.9	32.4
1995	75.5	31.4	26.6	3.4	1.4	44.0	28.4	15.6	6.7	35.6
1997	82.8	31.3	25.7	4.0	1.6	51.4	34.5	16.9	10.1	39.4
Projected										
1999	90.1	34.1	27.9	4.5	1.7	56.1	37.5	18.6	10.8	43.2
2000	94.1	36.0	29.2	5.0	1.8	58.1	38.9	19.2	11.2	44.9
2001	99.2	38.1	31.0	5.2	1.9	61.2	41.1	20.1	12.1	46.8
2002	104.9	40.3	32.8	5.5	2.0	64.6	43.5	21.1	13.2	49.1
2003	111.1	42.8	34.6	6.0	2.1	68.3	46.2	22.2	14.3	51.6
2004	117.6	45.3	36.7	6.3	2.3	72.4	49.0	23.4	15.4	54.4
2005	124.9	48.1	38.9	6.8	2.4	76.9	52.2	24.7	16.5	57.6
2006	132.9	51.1	41.2	7.4	2.6	81.7	55.5	26.2	17.7	61.1
2007	141.5	54.6	43.8	8.0	2.7	86.9	59.0	27.9	19.0	64.9
2008	150.7	58.4	47.1	8.4	2.9	92.2	62.7	29.6	20.1	68.9
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	15.4	12.6	12.6	29.2	9.9	18.6	18.3	19.0	8.0	25.1
1990	11.2	11.9	11.5	25.8	5.9	10.5	10.9	10.0	18.9	10.1
1993	9.3	4.6	3.8	10.2	8.7	13.5	15.1	10.8	31.6	12.0
1995	6.6	4.9	4.2	9.8	8.4	7.8	8.7	6.2	30.6	4.7
1997	4.7	-0.2	-1.7	8.8	4.9	8.1	10.3	4.1	22.8	5.3
Projected										
1999 4/	4.3	4.3	4.0	5.7	4.7	4.4	4.2	4.8	3.3	4.7
2000	4.4	5.7	4.8	11.8	4.6	3.7	3.8	3.5	3.2	3.7
2001	5.4	5.7	6.2	2.7	5.6	5.2	5.6	4.4	8.7	4.4
2002	5.7	5.9	5.6	7.5	5.9	5.6	6.0	4.9	8.5	4.9
2003	5.9	6.1	5.7	8.3	6.1	5.8	6.1	5.1	8.3	5.1
2004	5.9	5.9	6.1	4.3	6.0	5.9	6.1	5.4	7.7	5.4
2005	6.2	6.2	5.8	8.5	6.3	6.2	6.4	5.8	7.6	5.8
2006	6.3	6.4	5.9	9.4	6.5	6.3	6.4	6.1	7.2	6.1
2007	6.5	6.7	6.5	7.6	6.6	6.3	6.4	6.2	6.9	6.2
2008	6.5	7.1	7.5	5.5	6.6	6.2	6.1	6.2	6.1	6.2

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 14b
Nursing Home Care Expenditures, Percent Distribution and Per Capita Amounts, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Percent Distribution				
1970	100.0	58.8	53.5	0.4	4.9	41.2	24.8	16.4	3.4	22.3
1980	100.0	46.0	41.8	1.2	3.0	54.0	31.8	22.2	1.7	50.0
1990	100.0	49.0	43.1	4.1	1.8	51.0	31.0	20.0	3.4	45.4
1993	100.0	43.0	36.9	4.2	1.8	57.0	36.2	20.9	5.9	48.8
1995	100.0	41.7	35.3	4.5	1.9	58.3	37.6	20.7	8.9	47.1
1997	100.0	37.8	31.1	4.9	1.9	62.2	41.7	20.4	12.3	47.6
Projected										
1999	100.0	37.8	30.9	5.0	1.9	62.2	41.6	20.6	12.0	48.0
2000	100.0	38.3	31.0	5.3	1.9	61.7	41.3	20.4	11.9	47.7
2001	100.0	38.4	31.3	5.2	1.9	61.6	41.4	20.2	12.2	47.2
2002	100.0	38.4	31.2	5.3	1.9	61.6	41.5	20.1	12.6	46.8
2003	100.0	38.5	31.2	5.4	1.9	61.5	41.6	19.9	12.8	46.5
2004	100.0	38.5	31.2	5.3	1.9	61.5	41.7	19.9	13.1	46.3
2005	100.0	38.5	31.1	5.4	1.9	61.5	41.7	19.8	13.2	46.1
2006	100.0	38.5	31.0	5.6	1.9	61.5	41.8	19.7	13.4	46.0
2007	100.0	38.6	31.0	5.6	1.9	61.4	41.7	19.7	13.4	45.9
2008	100.0	38.8	31.3	5.6	1.9	61.2	41.6	19.6	13.4	45.7
Historical Estimates										
						Per Capita				
1970	\$20	\$12	\$11	\$0	\$1	\$8	\$5	\$3	\$1	\$4
1980	75	35	31	1	2	41	24	17	1	38
1990	196	96	84	8	4	100	61	39	7	89
1993	248	106	91	10	5	141	90	52	15	121
1995	276	115	97	12	5	161	104	57	25	130
1997	298	113	93	14	6	185	124	61	36	142
Projected										
1999	318	120	98	16	6	198	132	66	38	153
2000	330	126	102	18	6	204	136	67	39	157
2001	345	132	108	18	7	212	143	70	42	163
2002	362	139	113	19	7	223	150	73	45	169
2003	380	146	118	21	7	234	158	76	49	177
2004	399	154	125	21	8	246	166	79	52	185
2005	421	162	131	23	8	259	176	83	56	194
2006	444	171	138	25	9	273	186	88	59	204
2007	469	181	145	27	9	288	196	92	63	215
2008	496	193	155	28	10	304	206	97	66	227

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 15a
Other Personal Health Care Expenditures and Average Annual Percent Change, by Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
						Amounts in Billions				
1970	\$1.3	\$0.3	----	----	\$0.3	\$1.0	\$0.5	\$0.5	----	\$0.2
1980	4.0	0.9	----	----	0.9	3.1	2.0	1.1	----	0.4
1990	11.2	2.2	----	----	2.2	9.0	5.4	3.6	----	3.5
1993	18.0	2.8	----	----	2.8	15.1	9.2	5.9	----	8.5
1995	25.1	3.3	----	----	3.3	21.8	12.8	9.0	----	13.8
1997	29.9	3.6	----	----	3.6	26.3	15.6	10.7	----	17.9
Projected										
1999	36.0	4.0	----	----	4.0	32.1	18.8	13.3	----	22.9
2000	39.5	4.2	----	----	4.2	35.2	20.7	14.6	----	25.8
2001	43.7	4.5	----	----	4.5	39.2	23.0	16.3	----	29.4
2002	48.6	4.8	----	----	4.8	43.9	25.7	18.2	----	33.6
2003	54.3	5.0	----	----	5.0	49.2	28.8	20.5	----	38.4
2004	60.7	5.3	----	----	5.3	55.3	32.3	23.1	----	44.1
2005	68.1	5.6	----	----	5.6	62.5	36.4	26.1	----	50.7
2006	76.7	5.9	----	----	5.9	70.7	41.1	29.6	----	58.4
2007	86.3	6.3	----	----	6.3	80.0	46.4	33.6	----	67.0
2008	96.8	6.6	----	----	6.6	90.2	52.3	37.9	----	76.5
Historical Estimates										
						Average Annual Percent Change from Previous Year Shown				
1970	----	----	----	----	----	----	----	----	----	----
1980	12.0	10.8	----	----	10.8	12.3	14.8	9.0	----	10.0
1990	10.8	10.0	----	----	10.0	11.1	10.4	12.1	----	22.9
1993	17.0	8.1	----	----	2.4	19.0	19.4	18.4	----	34.8
1995	18.1	7.1	----	----	1.4	20.0	17.9	23.2	----	27.6
1997	9.3	5.2	----	----	1.0	9.8	10.2	9.3	----	13.8
Projected										
1999 4/	9.8	5.0	----	----	5.0	10.4	9.9	11.1	----	13.2
2000	9.5	6.2	----	----	6.2	10.0	9.9	10.0	----	12.3
2001	10.7	6.1	----	----	6.1	11.3	11.2	11.4	----	14.0
2002	11.3	6.0	----	----	6.0	11.9	11.7	12.1	----	14.4
2003	11.6	6.0	----	----	6.0	12.2	12.0	12.4	----	14.5
2004	11.8	5.7	----	----	5.7	12.4	12.2	12.7	----	14.6
2005	12.3	5.7	----	----	5.7	13.0	12.8	13.2	----	15.1
2006	12.5	5.6	----	----	5.6	13.2	13.0	13.4	----	15.1
2007	12.5	5.6	----	----	5.6	13.1	12.9	13.3	----	14.8
2008	12.2	5.6	----	----	5.6	12.8	12.6	12.9	----	14.2

1/ The health spending projections were based on the 1997 version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

4/ Annual average percent change between 1997 and 1999.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.

Table 15b
Other Personal Health Care Expenditures, Percent Distribution and Per Capita Amounts, by
Source of Funds: Selected Calendar Years 1970-2008 1/

Year	Private				Public					
	Total	Total Private	Out-of-Pocket	Private Health Insurance	Other Private Funds	Total Public	Federal	State and Local	Medicare 2/	Medicaid 3/
Historical Estimates										
Percent Distribution										
1970	100.0	24.1	----	----	24.1	75.9	39.0	36.9	----	13.1
1980	100.0	21.7	----	----	21.7	78.3	50.0	28.3	----	11.0
1990	100.0	20.0	----	----	20.0	80.0	48.2	31.7	----	30.9
1993	100.0	15.8	----	----	15.8	84.2	51.3	32.9	----	47.3
1995	100.0	13.0	----	----	13.0	87.0	51.1	35.9	----	55.2
1997	100.0	12.1	----	----	12.1	87.9	52.0	35.9	----	59.9
Projected										
1999	100.0	11.0	----	----	11.0	89.0	52.1	36.8	----	63.7
2000	100.0	10.7	----	----	10.7	89.3	52.3	37.0	----	65.3
2001	100.0	10.3	----	----	10.3	89.7	52.6	37.2	----	67.2
2002	100.0	9.8	----	----	9.8	90.2	52.8	37.5	----	69.0
2003	100.0	9.3	----	----	9.3	90.7	53.0	37.7	----	70.8
2004	100.0	8.8	----	----	8.8	91.2	53.2	38.1	----	72.6
2005	100.0	8.3	----	----	8.3	91.7	53.4	38.4	----	74.4
2006	100.0	7.8	----	----	7.8	92.2	53.6	38.7	----	76.1
2007	100.0	7.3	----	----	7.3	92.7	53.8	38.9	----	77.6
2008	100.0	6.8	----	----	6.8	93.2	54.0	39.2	----	79.0
Historical Estimates										
Per Capita										
1970	\$6	\$1	----	----	\$1	\$5	\$2	\$2	----	\$1
1980	17	4	----	----	4	13	9	5	----	2
1990	43	9	----	----	9	35	21	14	----	13
1993	67	11	----	----	11	56	34	22	----	32
1995	92	12	----	----	12	80	47	33	----	51
1997	108	13	----	----	13	95	56	39	----	64
Projected										
1999	127	14	----	----	14	113	66	47	----	81
2000	138	15	----	----	15	123	72	51	----	90
2001	152	16	----	----	16	136	80	56	----	102
2002	168	16	----	----	16	151	88	63	----	116
2003	186	17	----	----	17	168	98	70	----	131
2004	206	18	----	----	18	188	109	78	----	150
2005	230	19	----	----	19	211	123	88	----	171
2006	256	20	----	----	20	236	137	99	----	195
2007	286	21	----	----	21	265	154	111	----	222
2008	319	22	----	----	22	297	172	125	----	252

1/ The health spending projections were based on the **1997** version of the National Health Expenditures (NHE) released in November 1998. Subsequent releases of the NHE may not be consistent with these projections and should not be substituted for historical estimates.

2/ Subset of Federal funds.

3/ Subset of Federal and State and local funds.

NOTES: Per capita amounts based on July 1 Social Security area population estimates.

Numbers and percents may not add to totals because of rounding.

SOURCE: Health Care Financing Administration, Office of the Actuary.